



Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2024 [Japanese GAAP]

February 13, 2024

Company name Komehyo Holdings Co., Ltd. Stock exchange listings TOKYO, NAGOYA
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 Quarterly securities report filing date (as planned) February 14, 2024 Dividend payable date (as planned) —
 Availability of supplementary briefing material on quarterly financial results : Available
 Schedule of quarterly financial results briefing session : Scheduled (Posting videos on our website)

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2024

(April 1, 2023 to December 31, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2023	84,141	34.2	5,121	38.0	5,158	29.7	3,674	36.3
Nine months ended December 31, 2022	62,696	25.7	3,710	39.8	3,978	49.4	2,694	62.4

(Note) Comprehensive income Nine months ended Dec 31, 2023 4,130 Million yen (28.0%) Nine months ended Dec 31, 2022 3,227 Million yen (84.6%)

	basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2023	335.34	—
Nine months ended December 31, 2022	245.96	—

(2) Consolidated Financial Positions

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2023	65,653	27,536	41.4	2,480.86
As of March 31, 2023	46,753	24,247	51.2	2,184.37

(Reference) Equity As of Dec 31, 2023 27,181 Million yen As of March 31, 2023 23,932 Million yen

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ending March 31, 2023	—	25.00	—	35.00	60.00
Fiscal year ending March 31, 2024	—	44.00	—		
Fiscal year ending March 31, 2024 (Forecast)				44.00	88.00

(Note) Revision to the forecast for dividends announced most recently : No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024

(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	106,000	23.1	7,200	39.3	7,230	33.7	4,820	30.0	439.93

(Note) Revision to the financial results forecast announced most recently : No

* Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2023
(changes in specified subsidiaries resulting in changes in scope of consolidation) : No
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements : Yes
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- ① Changes in accounting policies due to the revision of accounting standards : No
 - ② Changes in accounting policies other than ① above : No
 - ③ Changes in accounting estimates : No
 - ④ Retrospective restatement : No

(4) Total number of issued shares (common shares)

① Total number of issued shares at the end of the period (including treasury stock)	Nine months ended December 31, 2023	11,257,000 shares	March 31, 2023	11,257,000 shares
② Total number of treasury shares at the end of the period	Nine months ended December 31, 2023	300,668 shares	March 31, 2023	300,628 shares
③ Average number of shares during the period:	Nine months ended December 31, 2023	10,956,351 shares	Nine months ended December 31, 2022	10,956,372 shares

* These quarterly financial results are outside the scope of audit.

* Explanation of the proper use of financial results forecast and other notes
(Notes on the earnings forecasts and other forward-looking statements)

The earnings forecasts and other forward-looking statements herein are based on data currently available to the Company and certain assumptions that the Company believes are reasonable, and the Company has no intention of guaranteeing the achievability of them. Actual results may differ significantly from these forecasts due to various factors.

(How to obtain supplementary presentation materials for quarterly financial results)

Supplementary presentation materials and videos for quarterly financial results will be posted on our website.

2. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	10,382,235	11,234,667
Accounts receivable - trade	2,257,704	3,493,426
Inventories	18,705,467	30,061,033
Other	3,977,265	7,777,136
Total current assets	35,322,672	52,566,264
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,779,608	4,082,094
Land	1,644,961	1,644,961
Construction in progress	33,530	292,975
Other, net	786,416	1,049,958
Total property, plant and equipment	6,244,516	7,069,989
Intangible assets		
Goodwill	528,720	469,369
Leased assets	273,934	441,205
Other	1,353,425	1,687,732
Total intangible assets	2,156,080	2,598,307
Investments and other assets	3,030,208	3,418,780
Total non-current assets	11,430,805	13,087,077
Total assets	46,753,478	65,653,342
Liabilities		
Current liabilities		
Accounts payable - trade	686,781	881,954
Short-term borrowings	12,515,000	26,154,200
Current portion of bonds payable	72,000	72,000
Current portion of long-term borrowings	366,724	2,790,040
Lease liabilities	236,828	367,604
Accounts payable - other	1,182,045	1,369,173
Income taxes payable	984,694	721,494
Contract liabilities	619,554	468,115
Provision for bonuses	955,310	499,572
Provision for merchandise warranties	9,024	9,863
Provision for point card certificates	101,636	156,548
Asset retirement obligations	-	4,085
Other	296,924	615,311
Total current liabilities	18,026,525	34,109,964
Non-current liabilities		
Bonds payable	140,000	68,000
Long-term borrowings	3,113,170	2,373,140
Lease liabilities	54,929	155,945
Provision for retirement benefits for directors (and other officers)	23,598	23,598
Provision for merchandise warranties	558	640
Provision for point card certificates	127,681	171,260
Retirement benefit liability	116,737	123,976
Asset retirement obligations	763,616	882,698
Contract liabilities	69,921	97,661
Other	69,629	109,756
Total non-current liabilities	4,479,842	4,006,678
Total liabilities	22,506,367	38,116,642

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Net assets		
Shareholders' equity		
Share capital	1,803,780	1,803,780
Capital surplus	1,909,872	1,909,872
Retained earnings	19,854,230	22,662,743
Treasury shares	△80,494	△80,681
Total shareholders' equity	23,487,388	26,295,713
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	30,720	43,573
Foreign currency translation adjustment	414,662	841,834
Total accumulated other comprehensive income	445,383	885,408
Non-controlling interests	314,338	355,577
Total net assets	24,247,110	27,536,699
Total liabilities and net assets	46,753,478	65,653,342

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
(Quarterly Consolidated Statements of Income)
(Third quarter consolidated cumulative period)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	62,696,159	84,141,496
Cost of sales	46,408,887	63,034,188
Gross profit	16,287,272	21,107,307
Selling, general and administrative expenses	12,576,877	15,986,139
Operating profit	3,710,394	5,121,168
Non-operating income		
Interest income	1,371	18,534
Dividend income	11,971	12,935
Foreign exchange gains	39,361	29,315
Commission income	4,814	3,427
Insurance claim income	2,095	14,622
Compensation income	540,806	—
Other	23,104	33,859
Total non-operating income	623,526	112,694
Non-operating expenses		
Interest expenses	43,877	54,655
Rent expenses on store(construct in progress)	300,489	7,867
Other	10,791	12,437
Total non-operating expenses	355,158	74,960
Ordinary profit	3,978,762	5,158,901
Extraordinary income		
Gain on sale of non-current assets	3,717	1,461
Subsidy income	25,990	—
Total extraordinary income	29,708	1,461
Extraordinary losses		
Loss on retirement of non-current assets	10,552	33,551
Loss on cancellation of rental contracts	600	542
Impairment losses	53,861	39,893
Loss due to temporary closure	4,185	—
Total extraordinary losses	69,199	73,986
Profit before income taxes	3,939,270	5,086,376
Income taxes	1,221,848	1,395,545
Profit	2,717,422	3,690,831
Profit attributable to non-controlling interests	22,539	16,766
Profit attributable to owners of parent	2,694,882	3,674,064

(Quarterly Consolidated Statements of Comprehensive Income)
(Third quarter consolidated cumulative period)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	2,717,422	3,690,831
Other comprehensive income		
Valuation difference on available-for-sale securities	14,297	12,853
Foreign currency translation adjustment	496,175	427,172
Total other comprehensive income	510,473	440,025
Comprehensive income	3,227,895	4,130,856
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,235,691	4,089,617
Comprehensive income attributable to non-controlling interests	△7,795	41,238